

**ACADEMIR CHARTER SCHOOLS, INC.
D/B/A ACADEMIR CHARTER SCHOOL OF
MATH AND SCIENCE**

**A CHARTER SCHOOL AND COMPONENT UNIT OF
THE DISTRICT SCHOOL BOARD OF
MIAMI-DADE COUNTY, FLORIDA**

**FINANCIAL STATEMENTS WITH INDEPENDENT
AUDITORS' REPORTS THEREON**

YEAR ENDED JUNE 30, 2022



**ACADEMIR CHARTER SCHOOL OF MATH AND SCIENCE
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INDEPENDENT AUDITORS' REPORT

To the Board of Directors
Acadimir Charter Schools, Inc.
D/B/A Acadimir Charter School of Math and Science
Miami, Florida

Opinion

We have audited the accompanying financial statements of the governmental activities and each major fund of Acadimir Charter School of Math and Science (the Charter School), which is a component unit of the Miami-Dade County District School Board, Miami, Florida as of, and for the year ended June 30, 2022, which comprises the Charter School's basic financial statements as listed in the table of contents for the year then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and each major fund of Acadimir Charter School of Math and Science as of June 30, 2022, and the respective changes in its financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Acadimir Charter School of Math and Science and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Acadimir Charter School of Math and Science's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

INDEPENDENT AUDITORS' REPORT (cont.)

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements, including omissions, are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Academir Charter School of Math and Science 's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Academir Charter School of Math and Science 's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

Other Matters- Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison schedule on pages 6–11 and 30-31 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have

applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated September 15, 2022, on our consideration of the Charter School's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

A handwritten signature in blue ink that reads "Thomas S. Company CPA PA". The signature is written in a cursive style.

Cooper City, Florida
September 15, 2022

**ACADEMIR CHARTER SCHOOL OF MATH AND SCIENCE
MANAGEMENT’S DISCUSSION AND ANALYSIS
(UNAUDITED)
JUNE 30, 2022**

Our discussion and analysis of the Academir Charter School of Math and Science’s (“Academy”) financial program provides an overview of the Academy’s financial activities for the year ended June 30, 2022.

Because the information contained in this discussion is intended to highlight significant transactions, it should be read in conjunction with the Academy’s financial statements which begin on page 14.

For financial statement purposes, the Academy is considered a component unit of the District School Board of Miami-Dade County, Florida, which is a primary government entity for financial reporting. The Academy has included separate statements for the Balance Sheet of Governmental Funds and the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds. The Fund Financial Statements reflect financing activities of the Academy by providing information on inflows and outflows of spendable resources, while the Statement of Net Position and the Statement of Activities provide information on the activities of the Academy.

Some financial highlights include:

- The Academy’s total net position decreased by \$212,468
- The Academy’s total liabilities exceeded its assets by \$28,417 resulting in a net deficit

OVERVIEW OF THE FINANCIAL STATEMENTS

Government-wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the Academy’s financial position. Included in these statements are all assets and liabilities using the accrual method of accounting. All of the current year’s revenues and expenses are recorded when incurred.

The Statement of Net Position presents information on all of the Academy’s assets and liabilities, with the difference between the two reported as *net position*. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Academy is improving or deteriorating.

The Statement of Activities presents information showing how the government’s net position changed during the most recent fiscal year. All changes in net position are reported when the underlying event giving rise to the change occurs, regardless of the timing of the related cash flows.

**ACADEMIR CHARTER SCHOOL OF MATH AND SCIENCE
MANAGEMENT'S DISCUSSION AND ANALYSIS
(UNAUDITED)
JUNE 30, 2022**

Fund Financial Statements

A *Fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The School only has one category of funds – governmental funds.

Governmental Funds - All of the Academy's basic services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end that are available for spending. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the Academy's governmental activities and the basic services it provides.

Notes to the Financial Statements

The *Notes to the Financial Statements* provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The Notes to the Financial Statements can be found on pages 19-28 of this report.

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of the Academy's financial position. The following table presents an analysis of the condensed government-wide statements of net position:

CONDENSED STATEMENT OF NET POSITION

	<u>June 30, 2022</u>	<u>June 30, 2021</u>	<u>Variance</u>
Current assets	\$ 774,329	\$ 1,041,727	\$ (267,398)
Noncurrent assets			
Capital assets, net of depreciation	<u>3,585,803</u>	<u>254,808</u>	<u>3,330,995</u>
Total assets	<u>\$ 4,360,132</u>	<u>\$ 1,296,535</u>	<u>\$ 3,063,597</u>
Current liabilities	<u>\$ 137,328</u>	<u>\$ 131,818</u>	<u>\$ 5,510</u>
Long term liabilities	<u>\$ 4,251,221</u>	<u>980,666</u>	<u>\$ 3,270,555</u>
Net Position			
Unrestricted	<u>\$ (28,417)</u>	<u>\$ 184,051</u>	<u>\$ (212,468)</u>
Total Net Position	<u>\$ (28,417)</u>	<u>\$ 184,051</u>	<u>\$ (212,468)</u>
Total Liabilities and Net Position	<u>\$ 4,360,132</u>	<u>\$ 1,296,535</u>	<u>\$ 3,063,597</u>

ACADEMIR CHARTER SCHOOL OF MATH AND SCIENCE
MANAGEMENT'S DISCUSSION AND ANALYSIS
(UNAUDITED)
JUNE 30, 2022

Government-wide Financial Analysis - Continued

The Charter School reported a negative net position for the year of \$28,417. The Charter School's net position also reflects its investment in capital assets (e.g., Leased property, computers, furniture, fixtures, and equipment). The Charter School uses its capital assets to provide services to students. Consequently, these assets are not available for future spending. The large increase in assets was due to the implementation of *GASB Statement 87*, which capitalizes the ROU (Right of Use) leased asset over the present value of payments over the lease term. Resources that are subject to external restrictions on how they may be used are classified as restricted assets. As of June 30, 2022, the Charter school had no restricted assets. The remaining unrestricted balance may be used in any of the Charter School's ongoing operations.

The following table presents information on the condensed government-wide statements of changes in net position:

CONDENSED STATEMENT OF CHANGES IN NET POSITION

	<u>2022</u>	<u>2021</u>	<u>Variance</u>
<u>Revenues:</u>			
General revenues	\$ 2,178,804	\$ 2,059,855	\$ 118,949
Program revenues:			
Charges for services	5,836	570	5,266
Operating grants and contributions	614,103	518,945	95,158
Miscellaneous revenue	224,585	79,915	144,670
Total revenues	<u>3,023,328</u>	<u>2,659,285</u>	<u>364,043</u>
<u>Expenses:</u>			
Instruction	1,484,623	680,453	804,170
Student support services	14,619	6,503	8,116
Instruction and Curriculum Development Service	1,996	12,980	(10,984)
School Board	224	703	(479)
General administration	335,081	99,771	235,310
School administration	322,797	301,445	21,352
Fiscal services	73,324	298,780	(225,456)
Food services	124,974	55,362	69,612
Operation of plant	392,887	657,972	(265,085)
Maintenance of plant	4,160	13,037	(8,877)
Unallocated depreciation expense	415,379	26,726	388,653
Total expenses	<u>3,235,796</u>	<u>2,162,850</u>	<u>1,072,946</u>
Change in net position	(212,468)	496,435	(708,903)
Beginning net position	<u>184,051</u>	<u>(312,384)</u>	<u>496,435</u>
Ending net position	<u>\$ (28,417)</u>	<u>\$ 184,051</u>	<u>\$ (212,468)</u>

**ACADEMIR CHARTER SCHOOL OF MATH AND SCIENCE
MANAGEMENT'S DISCUSSION AND ANALYSIS
(UNAUDITED)
JUNE 30, 2022**

Government-wide Financial Analysis - Continued

- At the end of the fiscal year there were 275 students in grades 9th through 12th grade. Revenues are based on the amount received per student from the State through the School Board of Miami-Dade County.
- Expenses for instruction are the result of teachers' salaries and related benefits, and also materials and supplies that directly impact student learning.
- School administration is due primarily to administrator and other administrative personnel related benefits as well as administrative costs.
- Expense for pupil transportation services is due to the transportation of students to and from school.
- Operation of plant expenses consists of utilities, communications, insurance costs, support personnel and related benefits.

The government-wide basic financial statements include all governmental activities that are principally supported by grants and entitlements from the state for full-time equivalent funding. The Academy does not have any business-type activities.

Financial Analysis of the Charter School's Funds

As noted earlier, the Charter School uses fund accounting to maintain control over resources that have been segregated for specific activities or objectives. The focus of the Charter School's governmental funds is to provide information on near-term inflows, outflows and spendable resources. Such information is useful in assessing the Charter School's financing requirements. In particular, unassigned fund balance may serve as a useful measure of the Charter School's net resources available for spending at the end of the fiscal year.

At the end of fiscal year 2022 the Charter School's governmental fund reported a positive ending fund balance of \$337,755

Capital Assets and Debt Administration

The Academy's investment in capital assets at June 30, 2022 was \$3,585,803. This amount is net of accumulated depreciation of \$443,876. Capital assets additions in the current year include leased property, new computers, and furniture. The leased property was the largest capital addition which was capitalized using the present value of future payments. A more detailed analysis is provided in Note C.

The Charter School has \$3,484,222 of outstanding debt, respectively (see note I) as of June 30, 2022.

The Charter School's outstanding debt consisted of the lease liability with the implementation of *GASB Statement 87*.

**ACADEMIR CHARTER SCHOOL OF MATH AND SCIENCE
MANAGEMENT'S DISCUSSION AND ANALYSIS
(UNAUDITED)
JUNE 30, 2022**

Economic Factors & Budget Highlights

The following economic indicators were taken into account when adopting the general fund budget for fiscal year 2022-23:

1. Student membership and FEFP funding per pupil
2. Cost of goods and services
3. Competitive employee compensation

Amounts available for appropriation in the general fund are \$3,772,201, an approximate 51% increase from the actual 2022 amounts. A predominate factor affecting the budget is the school's funded student membership. The funded membership for the fiscal year is 100 percent of June 2022 student count.

The fiscal year 2022-23 budget is based on a slightly lower student count as the official student membership count funded in 2021-22. During the year, aggregate revenues are expected to increase as the student membership decreases below the actual student count from the 2022 school year due to the fact there was an increase to the student allocation per student FTE.

Budgeted general fund expenditures are expected to decrease to \$3,642,356, or 44%, from the fiscal 2022 actual figures. The school is allocating resources to enhance academic achievement at all student-learning levels and for anticipated student membership. The 2022-23 budget expenditure base includes salary increases, the rising cost of health care and increases in other fixed recurring costs for School operations.

If these estimates are realized, the school's general fund balance is expected to increase by the close of fiscal 2023.

During the year, aggregate revenues are expected to increase as the student membership decreases below the actual student count from the 2022 school year due to the fact there was an increase to the student allocation per student FTE. The school is allocating resources to enhance academic achievement at all student-learning levels and for anticipated student membership. The increased expenditure base includes salary increases, the rising cost of health care and increases in other fixed recurring costs for School operations.

**ACADEMIR CHARTER SCHOOL OF MATH AND SCIENCE
MANAGEMENT'S DISCUSSION AND ANALYSIS
(UNAUDITED)
JUNE 30, 2022**

School Enrollment

During the fiscal year June 30, 2022, the grade levels at the Charter School ranged from Grade 9th through Grade 12th, with a total enrollment of 275 students.

Requests for Information

This financial report is designed to provide a general overview of the Academy's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to Academir Charter School of Math and Science to Mr. Alexander Casas, 14880 SW 26th Street, Miami, FL 33185.

ACADEMIR CHARTER SCHOOL OF MATH AND SCIENCE
STATEMENT OF NET POSITION
JUNE 30, 2022

		2022 Governmental Activities
Assets		
<u>Current Assets</u>		
Cash	\$	638,710
Accounts receivable, net		75,619
Deposit receivable		60,000
Total Current Assets		774,329
 <u>Property and Equipment</u>		
Furniture, fixtures and equipment		4,029,679
Less accumulated depreciation		(443,876)
Total Property and Equipment		3,585,803
 Total Assets	\$	4,360,132
 Liabilities and Net Assets		
<u>Current Liabilities</u>		
Salaries and wages payable	\$	137,328
Current portion - long term debt		-
Total Current liabilities		137,328
 <u>Long Term Liabilities</u>		
Note payable	\$	207,756
Leased asset liability		3,276,465
Due to other agencies		767,000
Total Long Term Liabilities		4,251,221
 Net Position		
Invested in capital assets, net of related debt		309,338
Unrestricted		(337,755)
Total Net Position		(28,417)
 Total Liabilities and Net Position	\$	4,360,132

The accompanying notes are an integral part of these basic financial statements.

ACADEMIR CHARTER SCHOOL OF MATH AND SCIENCE
STATEMENT OF ACTIVITES
JUNE 30, 2022

Program Revenues

<u>Governmental activities</u>	<u>Expenses</u>	<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	<u>2021-2022 Net Revenues (Expenses) and Change in Net Assets</u>
Instruction	\$ 1,484,623	\$ -	\$ 354,889	\$ -	\$ (1,129,734)
Student support services	14,619	-	-	-	(14,619)
Instruction and Curriculum Development	1,996	-	-	-	(1,996)
School board	224	-	-	-	(224)
General administration	335,081	-	-	-	(335,081)
School administration	322,797	-	-	-	(322,797)
Fiscal services	73,324	-	-	-	(73,324)
Food services	124,974	5,836	176,598	-	57,460
Operation of plant	392,887	-	82,616	-	(310,271)
Maintenance of plant	4,160	-	-	-	(4,160)
Interest on long-term debt	65,732	-	-	-	(65,732)
Unallocated depreciation/amortization	415,379	-	-	-	(415,379)
Total governmental activities	<u>\$ 3,235,796</u>	<u>\$ 5,836</u>	<u>\$ 614,103</u>	<u>\$ -</u>	<u>\$ (2,615,857)</u>
General revenues:					
School Board of Miami- Dade County					2,178,804
Miscellaneous					<u>224,585</u>
Total general revenues					<u>2,403,389</u>
Change in net assets					(212,468)
Net Assets, beginning- July 1, 2021					184,051
Net Assets, ending - June 30, 2022					<u>\$ (28,417)</u>

The accompanying notes are an integral part of these basic financial statements.

ACADEMIR CHARTER SCHOOL OF MATH AND SCIENCE
A CHARTER SCHOOL AND COMPONENT UNIT OF THE MIAMI-DADE
COUNTY DISTRICT SCHOOL BOARD
FUND FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2022

ACADEMIR CHARTER SCHOOL OF MATH AND SCIENCE
BALANCE SHEET –
GOVERNMENTAL FUNDS
JUNE 30, 2022

	<u>General Fund</u>	<u>Grant Fund</u>	<u>Total Governmental Funds</u>
ASSETS			
Cash	\$ 638,710	\$ -	\$ 638,710
Accounts receivable	-	75,619	75,619
Due from other funds	-	373	373
Deposits receivable	<u>60,000</u>	<u>-</u>	<u>60,000</u>
Total Assets	<u>\$ 698,710</u>	<u>\$ 75,992</u>	<u>\$ 774,702</u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
Due to other funds	\$ 373	\$ -	\$ 373
Salaries and wages payable	137,328	-	137,328
Total liabilities	<u>\$ 137,701</u>	<u>\$ -</u>	<u>\$ 137,701</u>
Fund Balances:			
Nonspendable			
Deposit receivable	60,000	-	60,000
Unassigned	<u>501,009</u>	<u>75,992</u>	<u>577,001</u>
Total fund balances	<u>561,009</u>	<u>75,992</u>	<u>637,001</u>
Total Liabilities and Fund Balances	<u>\$ 698,710</u>	<u>\$ 75,992</u>	<u>\$ 774,702</u>

The accompanying notes are an integral part of these basic financial statements.

**ACADEMIR CHARTER SCHOOL OF MATH AND SCIENCE
RECONCILIATION OF GOVERNMENTAL FUNDS
BALANCE SHEET TO THE STATEMENT OF NET
POSITION
JUNE 30, 2022**

	2022
Total fund balances- governmental funds	\$ 637,001
<p>Amounts reported for governmental activities in the Statement of Net assets are different because:</p>	
<p>Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.</p>	
Cost of capital assets	\$4,029,679
Accumulated depreciation	<u>(443,876)</u> 3,585,803
<p>Long-term are not due and payable in the current period and therefore are not reported in the governmental funds</p>	
Note payable	(207,756)
Leased property liability	(3,276,465)
Due to other agencies	(767,000)
Total Net Position - governmental activities	<u><u>\$ (28,417)</u></u>

The accompanying notes are an integral part of these basic financial statements

**ACADEMIR CHARTER SCHOOL OF MATH AND SCIENCE
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES – GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30,
2022**

	General Fund	Grant Fund	Total Governmental Funds
<u>Revenues</u>			
School Board of Miami- Dade County	\$ 2,178,804	\$ -	\$ 2,178,804
Charges for services	5,836	-	5,836
Operating grants and contributions	82,616	531,487	614,103
Miscellaneous revenue	224,585	-	224,585
Total revenues	<u>2,491,841</u>	<u>531,487</u>	<u>3,023,328</u>
<u>Expenditures</u>			
Instruction	1,217,142	267,481	1,484,623
Student support services	14,619	-	14,619
Instruction and Curriculum Development Service	1,996	-	1,996
School board	224	-	224
General administration	335,081	-	335,081
School administration	321,561	1,236	322,797
Fiscal services	73,324	-	73,324
Food services	-	124,974	124,974
Operation of plant	392,887	-	392,887
Maintenance of plant	4,160	-	4,160
Capital outlay:			
Furniture & equipment	3,660,203	86,171	3,746,374
Debt Service:			
Principal	385,305	-	385,305
Interest	65,732	-	65,732
Total expenditures	<u>6,472,234</u>	<u>479,862</u>	<u>6,952,096</u>
Excess (deficit) of revenues over expenditures	<u>(3,980,393)</u>	<u>51,625</u>	<u>(3,928,768)</u>
<u>Other Financing Sources (Uses)</u>			
Note payable	-	-	-
Proceeds from leased asset	3,600,472	-	3,600,472
Total other financing sources (Uses)	<u>3,600,472</u>	<u>-</u>	<u>3,600,472</u>
Net Changes in Fund Balances (Deficit)	(379,921)	51,625	(328,296)
Fund balance (Deficit) - July 1, 2021	940,930	24,367	965,297
Fund balance (Deficit) - June 30, 2022	<u>\$ 561,009</u>	<u>\$ 75,992</u>	<u>\$ 637,001</u>

The accompanying notes are an integral part of these basic financial statements.

**ACADEMIR CHARTER SCHOOL OF MATH AND SCIENCE
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2022**

	2022
Total net changes in fund balance - governmental funds	\$ (328,296)
<p>Amounts reported for governmental activities in the statement of net position are different because:</p> <p>Capital outlays are reported in governmental funds as expenditures however, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense.</p>	
Cost of capital assets purchased	\$3,746,374
Provision for depreciation	(415,379)
	3,330,995
<p>The issuance of long-term debt provides current financial resources and the payment of the principal of long-term debt consumes the resources of the governmental funds.</p>	
Lease debt issuance	(3,600,472)
Principal on note payable	385,305
Change in Net Position of governmental activities	\$ (212,468)

The accompanying notes are an integral part of these basic financial statements.

ACADEMIR CHARTER SCHOOL OF MATH AND SCIENCE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

1. Reporting entity

Academir Charter School of Math and Science (the “Academy”) operates as a Charter School pursuant to a Charter School Contract (“the Contract”) with the District School Board of Miami- Dade County, Florida (“the District”). Under the Contract, the Academy provides high school education to children who reside in Miami-Dade County. The governing body of the Academy is the Board of Directors, which is composed of three members.

The Academy is a non-profit organization and is tax exempt under Section 501(c)(3) of the Internal Revenue Code.

The general operating authority of the Academy is contained in Section 1002.33, Florida Statutes. The current charter is effective until June 30, 2025. The charter may be renewed as provided in Section 1002.33, Florida Statutes, upon mutual consent of the parties and execution of a written renewal. At the end of the term of the charter, the District may choose not to renew the charter under grounds specified in the charter in which case the District is required to notify the Academy in writing at least 90 days prior to the charter’s expiration. During the term of the charter, the District may also terminate the charter if good cause is shown.

Criteria for determining if other entities are potential component units which should be reported within the Academy’s basic financial statements are identified and described in the Governmental Accounting Standards Board’s (GASB) *Codification of Governmental Accounting and Financial Reporting Standards*, Sections 2100 and 2600. The application of these criteria provide for identification of any entities for which the Academy is financially accountable and other organizations for which the nature and significance of their relationship with the Academy are such that exclusion would cause the Academy’s basic financial statements to be misleading or incomplete. Based on these criteria, no component units are included within the reporting entity of the Academy. The Academy is a component unit of the District.

2. Government-wide and fund financial statements

The government-wide financial statements consist of a statement of net position and a statement of activities. These statements report information on all of the non-fiduciary activities of the Academy. The effects of interfund activities have been removed from the Govt.-wide financial statements. Both statements report only governmental activities as the Academy does not engage in any business type activities.

ACADEMIR CHARTER SCHOOL OF MATH AND SCIENCE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

2. Government-wide and fund financial statements (continued)

Net position, the difference between assets and liabilities, as presented in the statement of net position, are subdivided into three categories: amounts invested in capital assets, restricted net position; and unrestricted net position. Net position are reported as restricted when constraints are imposed on the use of the amounts either externally by creditors, grantors, contributors, or laws or regulations of other governments, or enabling legislation.

The statement of activities presents a comparison between the direct and indirect expenses of a given function and its program revenues and displays the extent to which each function contributes to the change in net position for the fiscal year. Direct expenses are those that are clearly identifiable to a specific function. Indirect expenses are costs the Academy has allocated to various functions. Program revenues consist of charges for services, operating grants and contributions, and capital grants and contributions. Charges for services refer to amounts received from those who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment. Grants and contributions consist of revenues that are restricted to meeting the operational or capital requirements of a particular function. Revenues not classified as program revenues are reported as general revenues.

GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions* establishes the following classifications depicting the relative strength of the constraints that control how specific amounts can be spent:

- Nonspendable fund balance - includes amounts that are not in a spendable form or are required to be maintained intact and that are not expected to be converted to cash. The nonspendable fund balance includes deposits totaling \$60,000 at June 30, 2022.
- Restricted fund balance - includes amounts that can be spent only for the specific purposes stipulated by external resource providers, constitutionally, or through enabling legislation. Effectively, restrictions may be changed or lifted only with the consent of resource providers. There is no restricted fund balance at June 30, 2022.
- Committed fund balance - includes amounts that can be used only for the specific purposes determined by a formal action of the Academy's highest level of decision-making authority. Commitments may be changed or lifted only by the Academy taking the same formal action that imposed the constraint originally. There is no committed fund balance at June 30, 2022.

ACADEMIR CHARTER SCHOOL OF MATH AND SCIENCE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

2. Government-wide and fund financial statements (continued)

- Assigned fund balance - comprises amounts intended to be used by the Academy for specific purposes. Intent can be expressed by the governing body or by an official or body to which the governing body delegates the authority. In governmental funds other than the general fund, assigned fund balance represents the amount that is not restricted or committed. This indicates that resources in other governmental funds are, at a minimum, intended to be used for the purpose of that fund. There is no assigned fund balance at June 30, 2022.
- Unassigned fund balance - the residual classification for the general fund and includes all amounts not contained in the other classifications. Unassigned amounts are technically available for any purpose. If another governmental fund has a fund balance deficit, then it will be reported as a negative amount in the unassigned classification in that fund. Positive unassigned amounts will be reported only in the general fund. The unassigned fund balance at June 30, 2022 is \$577,001.

Separate fund financial statements report detailed information about the Academy's governmental funds. The focus of the governmental fund financial statements is on major funds. Therefore, major funds are reported in separate columns on the fund financial statements. All of the Academy's funds were deemed major funds. A reconciliation is provided that converts the results of governmental fund accounting to the government - wide presentation.

3. Measurement focus, basis of accounting, and financial statement presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recognized in the period earned and expenses are recognized when a liability is incurred.

All governmental fund financial statements are reported using a current financial resources measurement focus on a modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues, except for certain grant revenues, are recognized in the accounting period in which they become both measurable and available to finance expenditures of the current period. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period, considered to be sixty days. When grant terms provide that the expenditure of resources is the prime factor for determining eligibility for federal, state, and other grant resources, revenue is recognized at the time the expenditure is made.

ACADEMIR CHARTER SCHOOL OF MATH AND SCIENCE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

3. Measurement focus, basis of accounting, and financial statement presentation (continued)

Under the modified accrual basis of accounting, expenditures are generally recorded when the related fund liability is incurred. However, principal and interest on general long-term debt is recorded as expenditures only when payment is due.

The Academy's financial statements have been prepared in accordance with accounting principles generally accepted in the United States of America as prescribed by the Governmental Accounting Standards Board. Accordingly, the financial statements are organized on the basis of funds. A fund is an accounting entity having a self-balancing set of accounts for recording assets, liabilities, fund equity, revenues, expenditures, and other financing sources and uses.

Resources are allocated to and accounted for in individual funds based on the purpose for which they are to be spent and the means by which spending activities are controlled. The Academy reports the following major governmental funds:

General Fund — the general operating fund of the Academy. It is used to account for all financial resources not required to be accounted for in another fund.

Grant Fund – to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. This fund includes the TITLE I, ESSER, and Lunch Reimbursements from the National School lunch Program.

Capital Projects Fund - to account for the proceeds Capital Outlay and other revenues that are legally restricted to expenditures for capital projects.

The Academy has a revenue spending policy that provides policy for programs with multiple revenue sources. The board of directors will use resources in the following hierarchy: debt proceeds, federal funds, state funds, local non-city funds, city funds and funds passed through the District. For purposes of fund balance classification expenditures are to be spent from restricted fund balance first, followed in-order by committed fund balance, assigned fund balance and lastly unassigned fund balance. The board of directors has the authority to deviate from this policy if it is in the best interest of the Academy.

4. Budgetary basis of accounting

In compliance with Florida Statutes, the Board of Directors adopts an annual budget using the modified accrual basis of accounting. During the fiscal year, expenditures were controlled at the object level (e.g. salaries and benefits, purchased services, materials and supplies and capital outlay) within each activity (e.g. instruction, pupil personnel services and school administration). Revisions to the annual budget are approved by the Board.

ACADEMIR CHARTER SCHOOL OF MATH AND SCIENCE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

5. Cash

Cash is made up of cash on hand at the Academy and/or checking and money market accounts held at one financial institution. The Academy has no cash equivalents.

6. Capital assets

Capital assets, which include property, plant and equipment, are reported on the government-wide financial statements. Capital assets are defined by the Academy as assets with an initial individual cost of more than \$1,000 and an estimated useful life of more than two years. Such assets are recorded at historical cost. Donated capital assets are recorded at acquisition value at the date of donation. For the year ended June 30, 2022, the Academy recorded net capital assets of \$3,585,803.

Property, plant and equipment of the Academy is depreciated using the straight-line method over the following estimated useful lives:

<u>Asset Type</u>	<u>Estimated Useful Life</u>
Furniture, fixtures, and equipment	5-7
Computers	3
Leased Property	10 (based on lease term)

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

7. Revenue sources

Revenues for current operations are received primarily from the State of Florida passed through the District to the Academy pursuant to the funding provisions included in the Academy’s charter. In accordance with the funding provisions of the charter and Section 1002.33(18), Florida Statutes, the Academy reports the number of full-time equivalent (FTE) students and related data to the District. Under the provisions of Section 1011.62, Florida Statutes, the District reports the number of FTE students and related data to the Florida Department of Education (FDE) for funding through the Florida Education Finance Program (FEFP). Funding for the Academy is adjusted during the year to reflect revised calculations by the FDE under the FEFP and actual weighted FTE students reported by the Academy during designated FTE student survey periods.

The Academy receives federal awards for the enhancement of various educational programs. This assistance is generally based on applications submitted to and approved by various granting agencies. These federal awards may have requirements whereby the issuance of grant funds is withheld until qualifying expenditures are incurred. Revenues for these awards are recognized only to the extent that eligible expenditures have been incurred.

ACADEMIR CHARTER SCHOOL OF MATH AND SCIENCE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Additionally, other revenues may be derived from various fundraising activities and certain other programs.

8. Use of estimates

The process of preparing financial statements in conformity with accounting principles generally accepted in the United States of America requires the use of estimates and assumptions regarding certain types of assets, liabilities, revenues and expenditures/expenses. Such estimates primarily relate to unsettled transactions and events as of the date of the financial statements. Accordingly, upon settlement, actual results may differ from estimated amounts.

9. Income taxes

The Academy is a not-for-profit organization that is exempt from income taxes under Section 501(c) (3) of the Internal Revenue Code. Accordingly, no provision for income taxes is recorded in the accompanying financial statements.

The Academy adopted the provisions of FASB ASC 740 (formerly FASB Interpretation No. 48 *Accounting for Uncertainty in Income Taxes* (FIN 48)). Under FASB ASC 740, an organization must recognize the tax benefit associated with tax positions taken for tax return purposes when it is more likely than not the position will be sustained. The implementation of ACS 740 had no impact on the Academy's financial statements. The Academy does not believe there are any uncertain tax positions and, accordingly, it will not recognize any liability for unrecognized tax benefits.

The Academy is subject to routine audits by taxing jurisdictions; however, there are currently no audits for any tax periods in progress. The Academy's federal income tax returns remain subject to examination by major tax jurisdictions.

NOTE B - CONCENTRATIONS

Cash

Under Chapter 280, Florida Statutes, the Academy's deposits must be placed in banks and savings and loans which are qualified as public depositories. The Academy maintains cash deposits at a bank in Florida. Deposits at the bank are insured by the Federal Deposit Insurance Corporation ("FDIC") up to \$250,000. Monies deposited in amounts greater than the insurance coverage are secured by the banks pledging securities with the State Treasurer and collateral pool. As of June 30, 2022, the cash held was not over the uninsured bank deposit balances.

ACADEMIR CHARTER SCHOOL OF MATH AND SCIENCE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE B – CONCENTRATIONS (Cont.)

Accounts Receivable

Accounts receivable represent outstanding reimbursements from the following programs below. As of June 30, 2022, the receivable balance is \$75,619.

ESSER 2	\$	41,664
NSLP		33,955
Total	\$	75,619

NOTE C – CAPITAL ASSETS

Capital assets activity for the year ended June 30, 2022 was as follows:

	<u>Balance</u> <u>July 1, 2021</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2022</u>
Leased Asset	\$ -	\$ 3,600,472	\$ -	\$ 3,600,472
Furniture, Fixtures, and Equipment	283,305	121,577		404,882
Computer Software	-	24,325	-	24,325
	283,305	3,746,374	-	4,029,679
Less: Accumulated Depreciation	(28,497)	(415,379)	-	(443,876)
Total	\$ 254,808	\$ 3,330,995	\$ -	\$ 3,585,803

Depreciation expense of \$415,379 was charged to the basic instruction function for the year ended June 30, 2022.

NOTE D – SUBSEQUENT EVENTS

Management has evaluated subsequent events through September 15, 2022, which is the date the financial statements became available to be issued. Covid 19 is an ongoing issue and responses by federal, state, and local governments have included stay-at-home orders, school closures, and restrictions on public gatherings, travel, and non-essential businesses and services that have adversely affected workforces, economies, and financial markets resulting in significant economic downturn and volatility in investment markets. The heightened market risk and volatility associated with COVID-19 could materially the amounts reported in accompanying financial statements. Because of the uncertainty of the markets, management is unable to estimate the impact the pandemic will have.

ACADEMIR CHARTER SCHOOL OF MATH AND SCIENCE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE E – MANAGEMENT AGREEMENT

The Academy contracted with Superior Charter School Services for administrative and educational management services for the operations of the School. The contract expires in June 2022 and provides for a fee based on a percentage of net FTE revenues of the School which is 10%. The fees paid to the management company for fiscal years ended June 30, 2022 \$232,188.

NOTE F - RISK MANAGEMENT

The Academy is exposed to various risks of loss related to theft, damage to, and destruction of assets, errors and omissions, injuries to employees and natural disasters. The Academy purchases commercial insurance for all material risks of loss to which the Academy is exposed, including general liability, property and workers' compensation.

NOTE G - LONG-TERM LIABILITIES

Leases

On July 1, 2021, The Academy entered a lease with an organization for its administrative and classroom space under a non-cancelable operating lease. The lease expires June 30, 2031. Rental expenses under operating leases for the year ended June 30, 2022, were approximately \$377,293 The payments are broken down below.

Year Ending June 30,	Principal Payments	Interest Payments	Total
2023	\$ 324,162	\$ 48,492	\$ 372,654
2024	336,413	43,694	380,107
2025	348,994	38,715	387,709
2026	361,913	33,550	395,463
2027	375,179	28,194	403,373
2028	388,799	22,641	411,440
2029	402,782	16,887	419,669
2030	417,137	10,926	428,062
2031	321,086	4,752	325,838
TOTAL	\$ 3,276,466	\$ 243,099	\$ 2,712,280

Notes Payable

On November 4th, 2020, the School entered into a promissory note with Regions Bank for the amount of \$300,000. The Loan Maturity date is November 4, 2025. Interest rate on the loan is calculated using a rate of 5.450%. The School paid \$13,294 in interest related to this note. Principal maturities on notes payable are scheduled as follows:

ACADEMIR CHARTER SCHOOL OF MATH AND SCIENCE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE G - LONG-TERM LIABILITIES (Cont.)

Year	Amount
2023	\$ 58,483
2024	61,751
2025	65,202
Thereafter	22,320
Total	\$ 207,756

The changes in long term liabilities are presented below.

Description	Beginning Balance	Additions	Deductions	Ending Balance
Lease Liability	-	3,600,472	(324,006)	3,276,466
Due to ACSP	767,000	-	-	767,000
Line of Credit	264,032	-	(56,275)	207,757
Total	1,031,032	3,276,466	(56,275)	4,251,222

NOTE H- NEW ACCOUNTING PRONOUNCEMENTS IMPLEMENTED

GASB has issued GASB Statement No. 87 *Leases*, effective this fiscal year 2022, which affects the financial position, results of operations, and financial presentation of the School now that it is implemented. GASB 87 establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. Under this Statement, a lessee is required to recognize a lease liability

and a right of use asset. Under the new guidance, A lessee should recognize a lease liability and a lease asset at the commencement of the lease term, unless the lease is a short-term lease or it transfers ownership of the underlying asset. The lease liability should be measured at the present value of payments expected to be made during the lease term (less any lease incentives). The lease asset should be measured at the amount of the initial measurement of the lease liability, plus any payments made to the lessor at or before the commencement of the lease term and certain direct costs.

A lessee should reduce the lease liability as payments are made and recognize an outflow of resources (for example, expense) for interest on the liability. The lessee should amortize the lease asset in a systematic and rational manner over the shorter of the lease term or the useful life of the underlying asset. The notes to financial statements should include a description of leasing arrangements, the amount of lease assets recognized, and a schedule of future lease payments to be made. See Note G for the lease implementation.

ACADEMIR CHARTER SCHOOL OF MATH AND SCIENCE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE J – RELATED PARTY

In accordance with the Charter Agreement, the School Board of Miami-Dade County retains 5% as an administrative fee up to the first 250 students. This funding is received on a pro rata basis over the twelve-month period and is adjusted for changes in full-time equivalent student population. After review and verification of Full-Time Equivalent ("FTE") reports and supporting documentation, the Florida Department of Education may adjust subsequent fiscal period allocations of FTE funding for prior year's errors disclosed by its review as well as to prevent the statewide allocation from exceeding the amount authorized by the State Legislature.

The Charter School's governing board approved the transfer of funds to Academir Charter School of Math and Science in the amount of \$695,000 from Academir Charter School Preparatory and \$72,000 from Academir Charter School West. The governing board agreed that Academir Charter School of Math and Science will repay \$767,000 to both schools over the term of the charter (5years).

SUPPLEMENTARY INFORMATION

ACADEMIR CHARTER SCHOOL OF MATH AND SCIENCE
BUDGETARY COMPARISON SCHEDULE
YEARS ENDED JUNE 30, 2022

GENERAL FUND

	Original Budget	Final Budget	Actual Amounts	Variances Positive (Negative)
<u>Revenues:</u>				
School Board of Miami- Dade County	\$ 3,304,758	\$ 3,304,758	\$ 2,178,804	\$ (1,125,954)
Operating grants and contributions	344,932	344,932	82,616	(262,316)
Charges for services	-	6,000	5,836	(164)
Miscellaneous revenue	-	225,000	224,585	(415)
Total revenues	<u>3,649,690</u>	<u>3,880,690</u>	<u>2,491,841</u>	<u>(1,388,849)</u>
<u>Expenses:</u>				
Instruction	1,487,696	1,220,215	1,217,142	3,073
Student support services	-	-	14,619	(14,619)
Instruction and curriculum development services	204,462	204,462	1,996	202,466
School board	8,500	8,500	224	8,276
General administration	55,801	55,801	335,081	(279,280)
School administration	203,973	202,737	321,561	(118,824)
Fiscal services	12,000	12,000	73,324	(61,324)
Operation of plant	824,232	824,232	392,887	431,345
Maintenance of plant	120,000	120,000	4,160	115,840
Capital outlay	-	3,660,203	3,660,203	-
Debt service	-	451,037	451,037	-
Total expenditures	<u>2,916,664</u>	<u>6,759,187</u>	<u>6,472,234</u>	<u>286,953</u>
Excess (deficit) of revenues over expenditures	<u>\$ 733,026</u>	<u>\$(2,878,497)</u>	<u>\$(3,980,393)</u>	<u>\$ (1,101,896)</u>

GRANT FUND

	Original Budget	Final Budget	Actual Amounts	Variances Positive (Negative)
<u>Revenues:</u>				
Operating grants and contributions	\$ 566,465	\$ 566,465	\$ 531,487	\$ (34,978)
Total revenues	<u>566,465</u>	<u>566,465</u>	<u>531,487</u>	<u>(34,978)</u>
<u>Expenses:</u>				
Instruction	-	267,481	267,481	-
School administration	-	1,236	1,236	-
Food Services	229,444	229,444	124,974	104,470
Capital outlay	-	86,171	86,171	-
Total expenditures	<u>229,444</u>	<u>584,332</u>	<u>479,862</u>	<u>104,470</u>
Excess (deficit) of revenues over expenditures	<u>\$ 337,021</u>	<u>\$ (17,867)</u>	<u>\$ 51,625</u>	<u>\$ 69,492</u>

The accompanying notes are an integral part of these basic financial statements.

ACADEMIR CHARTER SCHOOL OF MATH AND SCIENCE
NOTES TO SUPPLEMENTARY INFORMATION
JUNE 30, 2022

NOTES TO SUPPLEMENTARY INFORMATION

Budgetary Basis of Accounting

An annual budget is adopted on the Budgets modified accrual basis of accounting, consistent with generally accepted accounting principles. Amendments to the budget can only be made with the approval of the Board of Directors. During the fiscal year, expenditures were controlled at the object level (e.g., salaries, purchased services, and capital outlay).

NOTE A.

The Charter School formally adopted a budget for the year ended June 30, 2022. Budgeted amounts may be amended by resolution or ordinance by the Board. A comparison of the actual results of operations to the budgeted amounts for the General Fund is presented as supplementary information.

NOTE B.

The budget is adopted using the same basis of accounting on which the financial statements are prepared except for a 5% administrative charge up to the first 250 students that is retained by the School Board of Miami-Dade County.



**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON
COMPLIANCE AND
OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL
STATEMENTS PERFORMED IN ACCORDANCE WITH
GOVERNMENT AUDITING STANDARDS**

To the Board of Directors
Academir Charter Schools, Inc.
D/B/A Academir Charter School of Math and Science
Miami, Florida

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities and each major fund of Academir Charter School of Math and Science (the “Academy”), a component unit of the Miami-Dade County District School Board, as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise Academir Charter School of Math and Science’s basic financial statements, and have issued our report thereon dated September 15, 2022.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Academy’s internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Academy’s internal control. Accordingly, we do not express an opinion on the effectiveness of the Academy’s internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity’s financial statements will not be prevented or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Academy's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statement. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

This report is intended solely for the information and use of the Board of Directors, management, the Miami-Dade County District School Board and the Auditor General of the State of Florida, and is not intended to be and should not be used by anyone other than these specified parties.

A handwritten signature in blue ink that reads "Thomas & Company CPA PA". The signature is written in a cursive, flowing style.

Thomas & Company CPA PA
Cooper City, Florida
September 15, 2022



THOMAS & COMPANY, C.P.A., P.A.
Certified Public Accountants and Business Consultants

**MANAGEMENT LETTER
REQUIRED BY CHAPTER 10.850 RULES OF THE AUDITOR GENERAL OF
THE STATE OF FLORIDA**

To the Board of Directors
Academir Charter Schools, Inc.
D/B/A Academir Charter School of Math and Science
Miami, Florida

Report on the Financial Statements

We have audited the financial statements of Academir Charter School of Math and Science (the “Academy”), as of and for the fiscal year ended June 30, 2022, and have issued our report thereon dated September 15, 2022

Auditor’s Responsibility

We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States; and Chapter 10.850, Rules of the Auditor General.

Other Reports and Schedules

We have issued our Independent Auditor's Report on Internal Control over Financial Reporting and Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with *Government Auditing Standards*. Disclosures in that report and schedule, which is dated September 15, 2022, should be considered in conjunction with this management letter.

Prior Audit Findings

Section 10.854(1)(e)1., Rules of the Auditor General, requires that we determine whether or not corrective actions have been taken to address findings and recommendations made in the preceding annual financial audit report. There were no findings or recommendations in the preceding annual financial audit report.

Official Title

Section 10.854(1)(e)5., Rules of the Auditor General, requires that the name or official title of the entity and the school code assigned by the Florida Department of Education be disclosed in this management letter. The official title and the school code assigned by the Florida Department of Education of the entity are of Academir Charter School of Math and Science - 4242.

Management Letter - Continued

Financial Condition and Management

Sections 10.854(1)(e)2. and 10.855(11), Rules of the Auditor General, require us to apply appropriate procedures and communicate whether or not the School has met one or more of the conditions described in Section 218.503(1), Florida Statutes, and to identify the specific conditions met. In connection with our audit, we determined that the School did not meet any of the conditions described in Section 218.503(1), Florida Statutes.

Pursuant to Sections 10.854(1)(e)6.a. and 10.855(12), Rules of the Auditor General, we applied financial condition assessment procedures for the School. It is management's responsibility to monitor the School's financial condition, and our financial condition assessment was based in part on representations made by management and the review of financial information provided by same.

Section 10.854(1)(e)(3), Rules of the Auditor General, requires that we communicate any recommendations to improve financial management. In connection with our audit, we did not have any such recommendations.

Transparency

Sections 10.854(1)(e)7. and 10.855(13), Rules of the Auditor General, require us to apply appropriate procedures and communicate the results of our determination as to whether the School maintains on its website information specified in Section 1002.33(9)(p), Florida Statutes. In connection with our audit, we determined that the School maintained on its Web site the information specified in Section 1002.33(9)(p), Florida Statutes.

Additional Matters

Section 10.854(1)(e)4., Rules of the Auditor General, requires us to communicate noncompliance with provisions of contracts or grant agreements, waste, or abuse, that have occurred, or are likely to have occurred, that have an effect on the financial statements that is less than material but warrants the attention of those charged with governance. In connection with our audit, we did not note any such findings.

Purpose of this letter

Our management letter is intended solely for the information and use of the Legislative Auditing Committee, members of the Florida Senate and the Florida House of Representatives, the Florida Auditor General, Federal and other granting agencies, the Board of Directors, applicable management, and Miami-Dade School Board and is not intended to be and should not be used by anyone other than these specified parties.

Thomas J. Company CPA PH

Cooper City, Florida
September 15, 2022